

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)	
FILING OF AUXIER ROAD GAS)	CASE NO. 10288-H
COMPANY, INC.)	

O R D E R

On April 10, 1991, the Commission issued its Order in Case Nos. 10288-D and 10288-E approving the gas cost adjustment ("GCA") clause of Auxier Road Gas Company, Inc. ("Auxier"). The clause allowed for the quarterly adjustment in rates as set forth herein.

On August 20, 1991, Auxier filed its quarterly GCA, which is to become effective October 1, 1991 and is to remain in effect until January 1, 1992.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Auxier's notice of August 20, 1991 set out certain revisions in rates which Auxier proposed to place into effect, said rates being designed to pass on to its customers the wholesale decrease in gas costs from its suppliers. Auxier's expected gas cost ("EGC") for the quarter beginning October 1, 1991 is \$3.6720 per Mcf.

2. Auxier's notice set out no refund adjustment.

3. Auxier's notice set out an actual adjustment in the amount of 3.5 cents per Mcf to compensate for under-recovery of gas cost through the operation of its gas cost recovery procedure during the months of April, May, and June 1991.

4. The combined effect of the above adjustments is Auxier's gas cost recovery rate ("GCR") in the amount of \$3.7070 per Mcf, which is a decrease of 12 cents per Mcf from its last approved rates.

5. Auxier's adjustment in rates, set out in the Appendix to this Order, pursuant to the GCA provisions approved by the Commission in its Order in Case Nos. 10288-D and 10288-E dated April 10, 1991 is fair, just, and reasonable, in the public interest, and should be effective with service rendered on and after October 1, 1991.

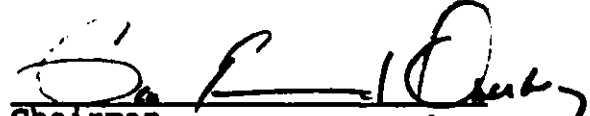
IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable, and are approved effective with service rendered on and after October 1, 1991.

2. Within 30 days of the date of this Order, Auxier shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 1st day of October, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10288-H DATED OCTOBER 1, 1991

The following rates and charges are prescribed for the customers served by Auxier Road Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf (Minimum Bill)	\$5.11	\$3.707	\$8.817
All Over 1 Mcf Per Mcf	4.2599	3.707	7.9669